

Message Text

LIMITED OFFICIAL USE

PAGE 01 MANAGU 02506 280715Z

43

ACTION EB-07

INFO OCT-01 ARA-06 ISO-00 AGR-05 H-02 L-03 AID-05 CIAE-00

COME-00 FRB-03 INR-07 NSAE-00 USIA-06 TRSE-00 XMB-02

OPIC-03 SP-02 CIEP-01 LAB-04 SIL-01 OMB-01 (ISO) W

----- 114341

R 271440Z JUN 75

FM AMEMBASY MANAGUA

TO SECSTATE WASHDC 7326

INFO AMEMBASSY SAN SALVADOR

LIMITED OFFICIAL USE MANAGUA 2506

SAN SALVADOR FOR AGATT

E.O. 11652: N/A

TAGS: ETRD, EAGR, NU

SUBJECT: SUGAR DATA FOR CONGRESSIONAL SUGAR HEARINGS

REF: STATE 141876, MANAGUA 2024, SAN SALVADOR NC-5012 (FAS),
MAY 2, 1975.

1. CURRENT COST OF PRODUCTION FOR RAW SUGAR EXMILL IN NICARAGUA:
PRODUCERS HAVE TOLD US IT IS BETWEEN \$US .10 AND \$.11 PER LB.

2. CURRENT RETAIL PRICE FOR REFINED SUGAR IN NICARAGUA: \$US .122
PER LB.

3. UNIT VALUE FOR SUGAR EXPORTS IN 1974/75: \$.24 PER LB; IN
1973/74 ABOUT \$.14 PER LB.

4. PROJECTED RAW SUGAR PRODUCTION AND EXPORTS:

	1974/75	1975/76	1976/77	1977/78	1978/79	1979/80
PRODUCTION (MT)	196,700	227,270	240,000	250,000	250,000	250,000
EXPORTS (MT)	101,900	127,270	130,000	130,000	122,000	112,000

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 MANAGU 02506 280715Z

5. SPECIFIC INVESTMENT PLANS AND CAPACITY: ALL OF THE SUGAR

MILLS ARE EXPANDING PLANTINGS AND CAPACITY AT A COST OF ABOUT \$US 11.5 MILLION SPLIT EVENLY BETWEEN MACHINERY AND CROP INVESTMENTS. THIS WILL EXPAND PRODUCTION OVER THE NEXT THREE YEARS TO AN ESTIMATED 250,000 TONS.

6. ESTIMATED GROWTH RATE OF DOMESTIC CONSUMPTION: 5 PERCENT TO 10 PERCENT ANNUALLY.

7. LONG-TERM EXPORT COMMITMENTS: SEE MANAGUA 2024 WHICH REPORTED PROPOSED AGREEMENT BETWEEN LARGEST PRODUCER, NICARAGUA SUGAR ESTATES, WITH U.S. SOFT DRINK INDUSTRY. WE ARE TOLD THIS AGREEMENT HAS BEEN SIGNED.

8. HOST GOVERNMENT PARTICIPATION: THERE IS A TEN PERCENT SALES TAX ON SUGAR SOLD IN NICARAGUA. PRODUCERS ARE REQUIRED TO PROVIDE SUGAR FOR DOMESTIC CONSUMPTION IN PROPORTION TO TOTAL PRODUCTION. DOMESTIC PRICE IS SET BY GOVERNMENT. SUGAR MUST BE EXPORTED ON NATIONAL FLAG SHIPS IF DESTINATION PORT IS SERVED BY THESE SHIPS.

SHELTON

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: SUGAR, DATA, US CONGRESSIONAL HEARINGS
Control Number: n/a
Copy: SINGLE
Draft Date: 27 JUN 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975MANAGU02506
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750225-0188
From: MANAGUA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750610/aaaaaijt.tel
Line Count: 81
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 75 STATE 141876, 75 MANAGUA 2024, 75 SAN SALVADOR NC-5012
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 09 SEP 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <09 SEP 2003 by BoyleJA>; APPROVED <12 NOV 2003 by GolinoFR>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: SUGAR DATA FOR CONGRESSIONAL SUGAR HEARINGS
TAGS: ETRD, EAGR, NU
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006